





Bio-Oil "The New Crude"

Presentation By;

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Briefing Session Hosted By;







Briefing Objectives

Baseline information on:

- 1) status of commercialization of bio-oil production
- 2) products & product markets
- 3) opportunities & challenges facing the industry
- 4) potential role of government



Commercial Summary

- commercial production and sale of bio-oil since 1989
- current annual bio-oil production capacity is in excess of 5 million gallons.
- non energy products sales include food ingredients, food enhancers, and construction material polymers.
- gas, liquid and solid energy products providing process energy through boiler combustion since 1989.
- product development approach parallels petroleum refinery model - bio-oil is treated as a "crude" oil.
- chemicals are isolated, extracted and processed to meet customer specifications.



RTP[™] Bio-Refinery - The Technology

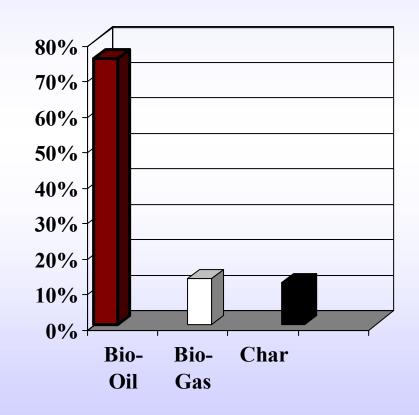
- a very fast heat addition, typically less than one second.
- carbon-based materials exposed to heat in an oxygen-starved environment (no combustion).
- moderate temperatures, atmospheric pressure
- very high heat transfer rates for processing of feedstock and quenching of vapours
- high yields of upgraded liquid products with desirable fuel and chemical properties
- flexibility as to feedstock



RTPTM - Bio-Oil "Crude" Product Yield

Biomass (Wood) Applications: - current commercial optimums

- high yields of light liquid "biooil", typically 75 wt %
- bio-refinery approach extracts & isolates natural chemicals
- by-product bio-oil applied to heat and power applications
- by-product char value added products or energy
- bio-gas used for process energy or power





Commercial RTP™ Equipment Wisconsin, USA





40 dry TPD

Operating since 1995

45 dry TPD

Operating since 2002

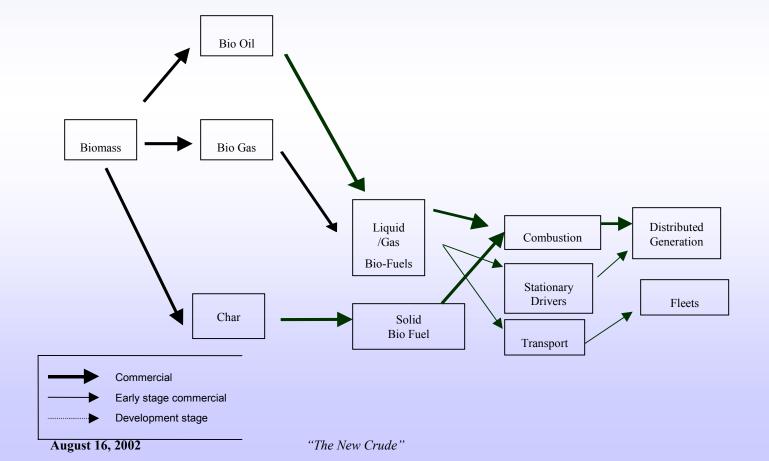


INPUTS

BASIC BUILDING BLOCKS INTERMEDIATES

DERIVATIVES/ APPLICATIONS

CUSTOMERS



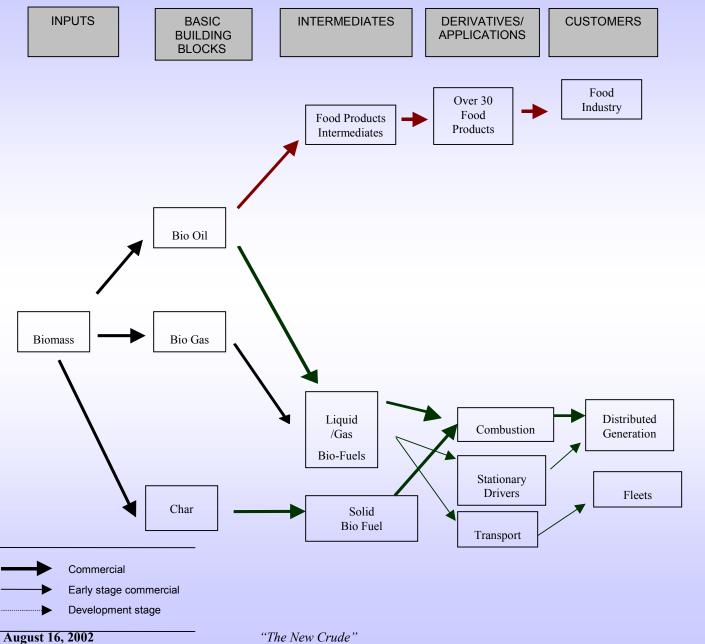
PRODUCT OVERVIEW Biomass Energy





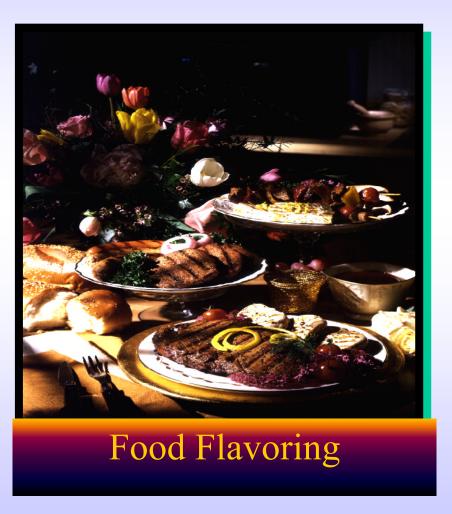
- Gas, liquid & solid fuels produced and consumed since 1989
- process heat & co-generation applications confirmed
- clean burning, CO₂ neutral, no sulphur, minor NOx
- benefits of co-firing
- conventional storage & transportation
- peek power demand firing







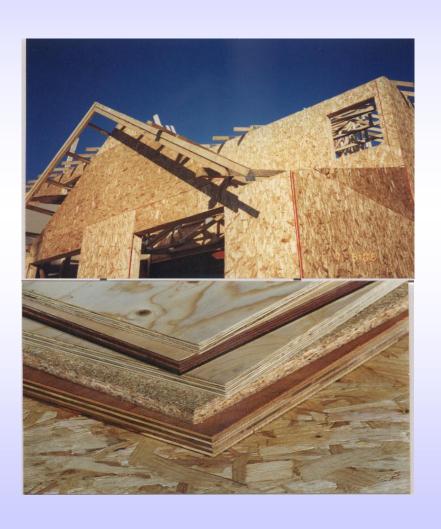
PRODUCT OVERVIEW Food Products & Intermediates



- a core product since 1989.
- strategic relationship with major company
- Additional, proprietary feedstocks and bio-refined fractions
- bio-refinery process establishes competitive difference and commercial success

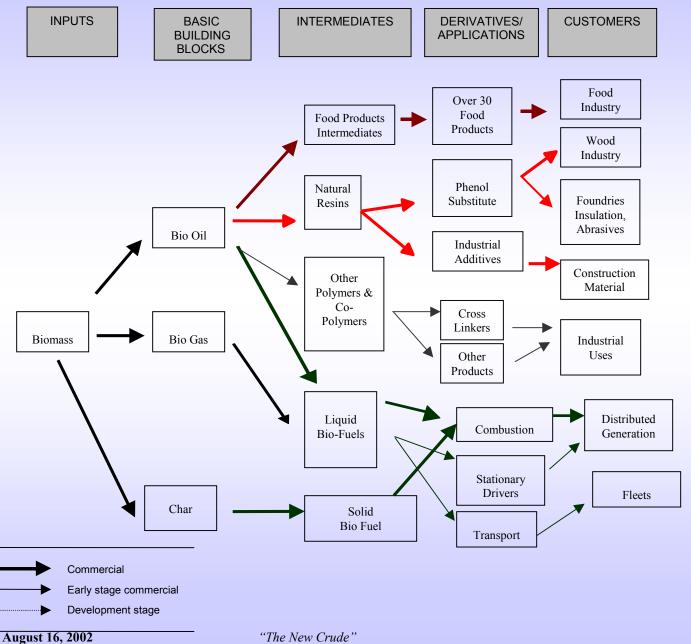


PRODUCT OVERVIEW Natural Resins & Other Polymers



- binders and elasticizer additives used to enhance durability of non wood building materials
- extensive development work on phenol substitution in PF resin.
- natural resin formula's now meet or exceed control standards commercial mill trials
- new feedstocks new products
- cross-linkers have been isolated leading to commercial samples





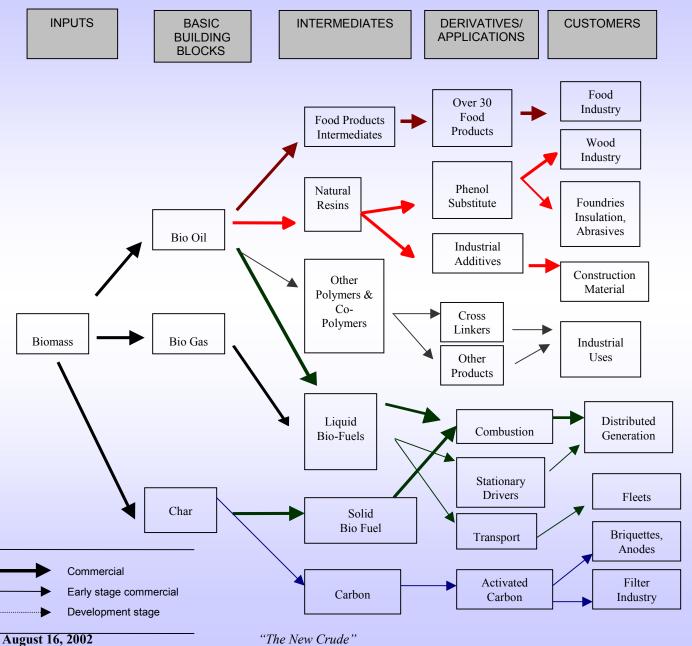


PRODUCT OVERVIEW Carbon & Activated Carbon

- carbon yield of 12 % High energy value - 13,500 btu/lbs -Energy alternative
- applications displace carbon from coal
- activated carbon of high quality
 process integration with RTP
- tailored products being developed
- commercial quantities of products requested









Opportunities & Challenges

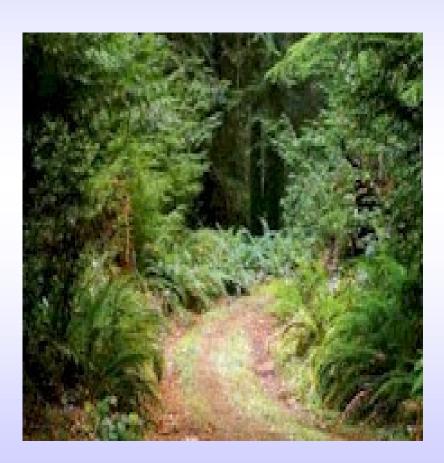
Opportunities

- interest and availability of partners - strategic/public
- global momentum for biobased energy & products
- abundant bio-feedstock
- technology advancements
- environmental and economic drivers coinciding

Challenges

- interest and availability of partners
- industrial acceptance (product risk profile)
- competitive pricing to traditional products
- initial production & delivery hurdles
- intellectual property





Thank You